



401(K) ROLLOVER & ROTH CONVERSION STRATEGY

Give your old 401(k) a new job: *protected growth, lifetime income*, and a planned path to tax-free retirement.

Rolling an old 401(k) into an IRA **fixed index annuity** can shield savings from market losses and, on many contracts, add a premium bonus and an optional guaranteed* lifetime income rider. Pair it with a multi-year Roth conversion plan, and future income can be structured to come out federal income-tax-free.

1 What the rollover can do

PROTECT

0% floor on index credits

Premium and credited interest do not decrease because of index declines. Your money is not invested directly in the market.

JUMP-START

Bonus on some contracts

Some contracts add a premium bonus to first-year deposits, typically vesting over several years.¹

BUILD INCOME

Roll-up income base

An optional income rider can grow an income base at a contractually guaranteed rate for a set period. An annual rider fee applies.²

GENERATE

For life single or joint

Turn on income when you choose. Some riders increase payments for a period if you need long-term care.

HOW IT FITS TOGETHER

Roll over

401(k) moves directly to an IRA annuity — no tax

Protect & grow

Index-linked interest, no loss from index declines

Income for life

Guaranteed* payments, tax-free once in a Roth

Concept illustration only. Features, rates, bonuses and rider terms vary by contract, carrier and state. You will receive the product brochure and disclosure for any contract before you apply.

YOUR 401(K) VS. AN IRA FIXED INDEX ANNUITY

	Stay in the 401(k)	IRA fixed index annuity
Market losses	Depends on your funds	Protected from index declines
Growth potential	Full market participation	Limited by caps or participation rates
Lifetime income	Usually not built in	Available through optional rider
Access to money	Fully liquid; age-55 rule may apply	Annual free withdrawal; surrender charges on excess
Costs	Plan and fund expenses	Rider fees if elected
Roth conversion	Only if the plan allows	Partial conversions available on many contracts

2 The Roth conversion path

1

Direct rollover — no tax today

401(k) moves trustee-to-trustee into an IRA annuity. No withholding, no penalty.

2

Convert in slices, year by year

Partial Roth conversions, often inside the same contract, sized to fill your current tax bracket while watching Medicare IRMAA thresholds.³

3

Pay the tax from outside funds

Each conversion is taxable in the year made. Paying from other savings keeps more working inside the Roth.

4

Tax-free income later

After the 5-year Roth clock and age 59½, qualified withdrawals — including lifetime income payments — are federal income-tax-free, with no lifetime RMDs.

Why convert over several years? Spreading conversions across lower-income years (often between retirement and Social Security or RMD age) can keep more of each dollar in lower brackets than one large conversion — or than taking taxable RMDs later.

TYPICALLY CONSIDERED WHEN

- Age 50–75 with an old 401(k)
- Want a guaranteed income floor
- Can leave funds largely untouched for 10 years
- Expect equal or higher tax rates later

MAY NOT FIT IF

- You may need most of the money within 10 years
- No outside funds to pay conversion tax
- You want full market upside
- Your 401(k) has unusually low costs or features you'd lose

Surrender charges commonly apply for 5–10+ years to withdrawals above the annual free amount. Bonus contracts often carry longer or higher charges and lower caps.

Your four 401(k) options: leave it with your former employer, move it to a new employer's plan, roll it to an IRA (including an IRA annuity), or cash out (taxable, and a 10% penalty may apply before 59½). We review all four with you before any recommendation.

Free 401(k) Rollover & Roth Conversion Review

Bring your latest 401(k) statement and last year's tax return. 45 minutes, no obligation.

Office (713) 570-6295 | Cell (713) 389-8888

info@jvfinancialservices.com | jvfinancialservices.com

Prepared by **Jorge L. Verar, CPA, CISA, CFE** — Licensed Insurance Agent, Texas License #3035260 · JV Financial Services LLC, Houston, Texas

*Guarantees are based on the financial strength and claims-paying ability of the issuing insurance company and are not guaranteed by any bank or insured by the FDIC. Fixed index annuities are insurance products, not investments, and do not participate directly in the stock market or any index. Product features, rates and availability vary by contract, carrier and state and may change. (1) Premium bonuses are subject to a vesting schedule, and contracts with bonuses may have higher surrender charges, longer surrender periods, lower caps or participation rates, or other restrictions not included in similar contracts without a bonus. (2) Income riders are optional and carry an annual fee deducted from contract value. The income base or roll-up rate is used only to calculate lifetime income; it is not cash value, is not available as a lump sum, and is not an interest rate credited to the contract. Withdrawals above the rider's allowed amount reduce future income. (3) A Roth conversion is a taxable event in the year converted; for annuity contracts the taxable amount is generally based on fair market value, which may differ from contract value. Amounts withheld for taxes are distributions and may be subject to a 10% additional tax before age 59½. Each converted amount has its own 5-year period for penalty purposes before age 59½. Qualified Roth distributions require the account to be open at least 5 years and the owner to be age 59½ or older. **Rollover disclosure:** Jorge L. Verar is compensated by commission from the insurance carrier if you purchase an annuity, which creates a conflict of interest; compensation and alternatives will be disclosed in writing no later than the time of any recommendation. He is appointed with multiple carriers, and other products, including keeping your current plan, may be more suitable for you. Insurance and annuity products are offered solely through JV Financial Services LLC and not through JV CPA INC.; in offering them, Mr. Verar is not acting in the capacity of a CPA. JV Financial Services LLC is not a registered investment adviser or broker-dealer. This material is general information, not individualized tax, legal or investment advice, and is not a recommendation to buy, sell, hold, or roll over any asset.